

**IN THE SPECIFICATION:**

Please amend the paragraph starting on page 3, line 30 to page 4, line 9 of the specification as follows:

According to another aspect of the present invention, the VRE User Equipment also captures images, video, audio, textual and like data associated with an actual environment (also referred to herein as an actual physical environment). This virtual reality data is then received by one or more components of the virtual reality system and distributed to other users that are participating in the virtual reality episode and in communication with the virtual reality system via a wireless or hard-wired connection. For instance, audio and video representing a the actual environment a first user experiences may be transmitted to a second user so that the second user may experience the actual environment as if he were actually in that environment. Because the VRE User Equipment may present images and audio to a user in three-dimensions, a user's experience in the virtual environment will be lifelike.